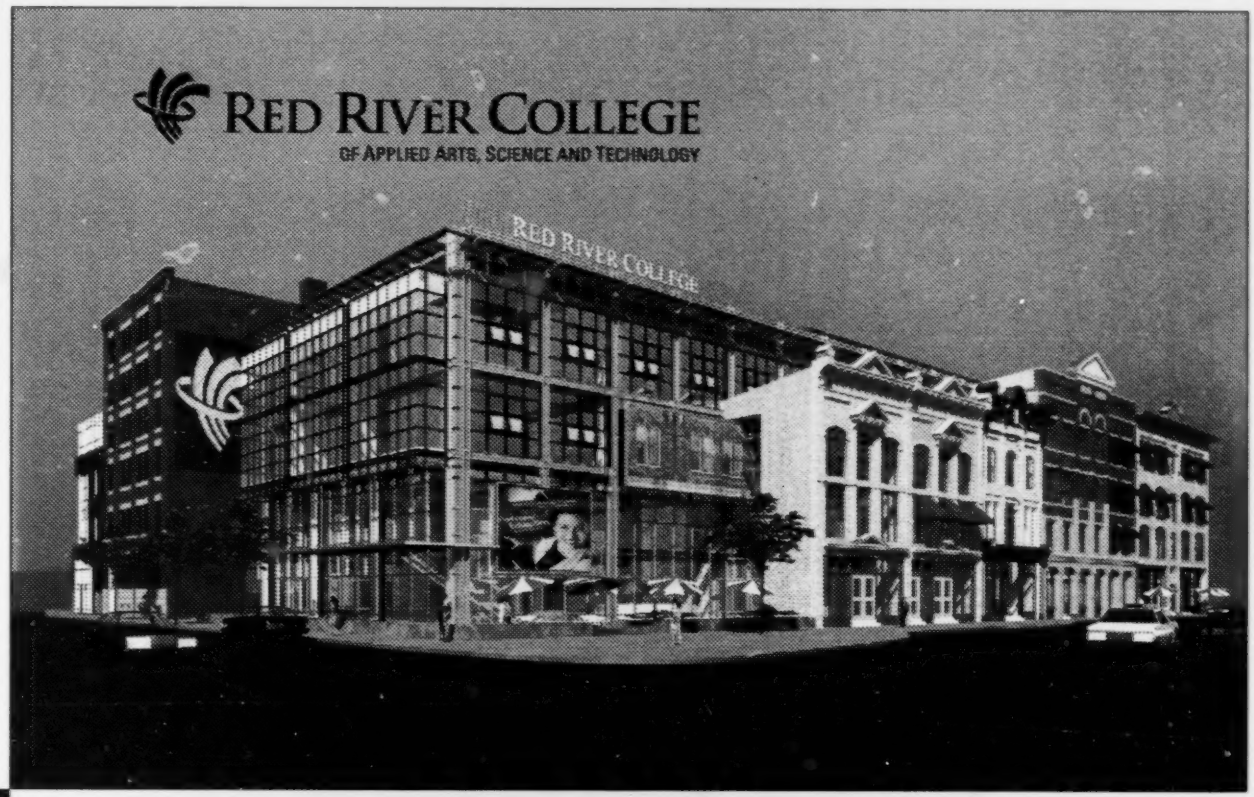


2002-2003

ANNUAL FINANCIAL REPORT

Letter of Transmittal

October 27, 2003

The Honourable Diane McGifford
Minister of Education and Training
118 - 100 Legislative Building
450 Broadway
Winnipeg, MB R3C 0V8

Dear Ms. McGifford:

On behalf of the Board of Governors of Red River College (RRC) and in accordance with Section 28(1) of *The Colleges Act*, I am pleased to submit the College's Annual Financial Report for the period July 1, 2002 to June 30, 2003.

The College's net asset position continues to be strong and confirms that we are on sound financial footing. Using conservative and business-like fiscal management, we are able to move vigorously to provide the education and training needed by Manitobans, while maintaining the high quality of programs that have established the excellent reputation of RRC.

We look forward to working with you and the Council on Post-Secondary Education in the year ahead.

Sincerely yours,

William Regehr
Chair, Board of Governors
Red River College

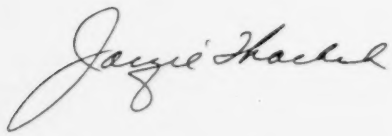
Statement of Management's Responsibility

The financial statements are the responsibility of management and have been prepared in accordance with generally accepted accounting principles and policies as stated in Note 2 to the financial statements. In the opinion of management, the accounting practices utilized are appropriate in the circumstances and the financial statements incorporate management's best judgment regarding all necessary estimates due to dependency on subsequent events.

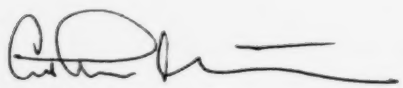
In carrying out its responsibilities, management maintains appropriate systems of internal and administrative controls designed to provide reasonable assurance that the financial information produced is relevant and reliable.

The financial statements have been approved by the Board of Governors who have overall responsibility for their content. The Board of Governors is assisted in this responsibility by its Audit Committee, which consists of governors not involved in the daily operation of the College.

The independent firm of Deloitte & Touche, LLP, Chartered Accountants has been appointed to render an audit opinion on these financial statements.



J. A. Thachuk, CA
President



C. M. F. Rushton, CA
Treasurer and Chief Financial Officer

Deloitte & Touche LLP
360 Main Street, Suite 2300
Winnipeg, Manitoba R3C 3Z3
Canada

Tel: (204) 942-0051
Fax: (204) 947-9390
www.deloitte.ca

Deloitte & Touche

AUDITORS' REPORT

To the Board of Governors of
Red River College

We have audited the statement of financial position of Red River College as at June 30, 2003 and the statements of operations, changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the College's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the College as at June 30, 2003 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Deloitte & Touche LLP

Chartered Accountants

Winnipeg, Manitoba
October 14, 2003

Deloitte
Touche
Tohmatsu

RED RIVER COLLEGE
Statement of Financial Position
(in thousands)
June 30, 2003

	2003	2002
ASSETS		
CURRENT		
Cash and short-term investments (Note 3)	$ 7,328	$ 4,706
Accounts receivable	4,366	5,045
Inventories	836	712
Prepaid expenses (Note 4)	1,523	1,551
	14,053	12,014
DUE FROM PROVINCE OF MANITOBA	9,253	9,253
CAPITAL ASSETS (Note 5)	37,155	18,393
	$ 60,461	$ 39,660
LIABILITIES		
CURRENT		
Accounts payable and accrued liabilities (Note 6)	$ 17,204	$ 14,733
Current portion of capital leases (Note 7)	1,374	674
Current portion of long term debt (Note 8)	319	-
Deferred revenue	4,469	4,063
	23,366	19,470
OBLIGATIONS UNDER CAPITAL LEASE (Note 7)	1,794	401
LONG TERM DEBT (Note 8)	12,139	-
DEFERRED CONTRIBUTIONS (Note 9)	2,094	2,144
DEFERRED CAPITAL CAMPAIGN CONTRIBUTIONS (Note 10)	2,987	3,028
DEFERRED CONTRIBUTIONS RELATED TO CAPITAL ASSETS (Note 11)	14,451	10,937
	56,831	35,980
NET ASSETS		
Net assets invested in capital assets (Note 12)	4,091	3,353
Net assets restricted for endowments (Note 13)	4,015	2,928
Net assets internally restricted (Note 13)	587	315
Unrestricted net assets	(5,063)	(2,916)
	3,630	3,680
	$ 60,461	$ 39,660

APPROVED BY THE BOARD OF GOVERNORS

..... Chair

..... Vice-Chair

RED RIVER COLLEGE
Statement of Operations
(in thousands)
Year Ended June 30, 2003

	Budget 2003 (unaudited - see Note 17)	Actual 2003	Actual 2002
REVENUE			
Academic training fees	$ 16,799	$ 19,314	$ 17,063
Grants and reimbursements	52,259	52,458	47,644
International education	687	955	783
Continuing education	6,647	6,229	5,753
Sundry and other revenue	10,792	9,174	8,534
Loss on disposal of capital assets	-	-	(3)
Capital revenue	2,811	-	-
Amortization of deferred contributions	-	2,953	2,144
	89,995	91,083	81,918
EXPENSES			
Instruction	50,350	52,201	48,043
Library	1,489	1,511	1,438
Administration & General	18,766	15,517	13,243
Physical Plant	12,992	12,845	10,826
Student Services	4,095	4,613	4,441
Capital purchases (regular college)	2,811	-	-
Amortization of capital assets	296	4,697	3,162
	90,799	91,384	81,153
Excess of revenue (expenses) over expenses (revenue) before other items	(804)	(301)	765
OTHER ITEMS			
Net increase in accrued vacation and severance liability	-	(755)	(948)
EXCESS OF EXPENSES OVER REVENUE	$ (804)	$ (1,056)	$ (183)

RED RIVER COLLEGE
Statement of Changes in Net Assets
(in thousands)
Year Ended June 30, 2003

	Invested in Capital Assets	Restricted for Endowments	Internally Restricted	Unrestricted	**Total 2003**	Total 2002
Balance, beginning of year	$ 3,353	$ 2,928	$ 315	$ (2,916)	**$ 3,680**	$ 2,809
Endowment gifts	-	1,006	-	-	**1,006**	1,054
Transfer into endowed gifts	-	81	-	(81)	**-**	-
Transfer into internally restricted	-	-	272	(272)	**-**	-
Excess of expenses over revenue	(2,141)	-	-	1,085	**(1,056)**	(183)
Investment in capital assets (Note 12)	2,879	-	-	(2,879)	**-**	-
Balance, end of year	$ 4,091	$ 4,015	$ 587	$ (5,063)	**$ 3,630**	$ 3,680

104-01359/

RED RIVER COLLEGE
Statement of Cash Flows
(in thousands)
Year Ended June 30, 2003

	2003	2002
OPERATING ACTIVITIES		
Excess of expenses over revenue	$ (1,056)	$ (183)
Amortization of capital assets	4,697	3,162
Amortization of deferred capital contributions	(2,556)	(1,718)
(Decrease) increase in deferred other contributions	(50)	876
Loss on disposal of capital assets	-	3
Net change in non-cash working capital items (Note 14)	3,460	184
	4,495	2,324
FINANCING AND INVESTING ACTIVITIES		
Purchase of capital assets	(23,143)	(9,226)
Proceeds from capital lease	3,747	501
Proceeds from promissory note	12,750	-
Endowment gifts received	1,006	1,054
Contributions received for capital purposes	5,558	7,876
Capital campaign contributions	155	485
Repayment of obligation under capital lease	(1,654)	(601)
Repayment of obligation under promissory note	(292)	-
	(1,873)	89
NET INCREASE IN CASH AND SHORT TERM INVESTMENTS	2,622	2,413
CASH AND SHORT TERM INVESTMENTS, BEGINNING OF YEAR	4,706	2,293
CASH AND SHORT TERM INVESTMENTS, END OF YEAR	$ 7,328	$ 4,706

1. DESCRIPTION

Red River College operates under the authority of The Colleges Act, Chapter C150.1 of the Continuing Consolidation of the Statutes of Manitoba. This legislation, which established the College as a board-governed institution on April 1, 1993, allowed for the transfer of assets, liabilities, investment in capital assets and contributed surplus from the Province of Manitoba.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Inventories

Inventories of merchandise are valued at the lower of cost and net realizable value.

(b) Capital assets

Purchased capital assets are recorded at cost. Donated capital assets are recorded at their market value at the time of the donation. Library holdings are accounted for using the base stock method. Under this method, the value of the base stock is capitalized, but subsequent purchases are not capitalized because it has been determined that annual additions are approximately equal to reductions. Capital assets are amortized on a straight-line basis using an annual rate of:

Buildings	2.5%
Major renovations	5%
Equipment and furniture	10-20%
Computer equipment	33%
Leasehold improvements	over the life of the lease
Vehicles	20%
Aircraft	5%

(c) Donations

Donations are recorded when received. Donations of materials and equipment are recorded at fair market value.

(d) Revenue recognition

The College follows the deferral method of accounting for contributions, which include donations and government grants. Unrestricted contributions are recognized as revenue when received. Contributions externally restricted for purposes other than endowment are deferred and recognized as revenue in the year in which the related expenses are recognized. Endowment contributions are recognized as direct increases in net assets in the period in which they are received.

The unearned portion of tuition fees and contractual training revenue received but not earned until the next fiscal year is recorded as deferred revenue.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) Financial instruments

i) Credit risk

Credit risk is the risk to the College's earnings arising from the risk that a counter party to a transaction is unable to satisfy its obligations to the College. Credit risk is mitigated by the fact that the College's accounts receivable are comprised of a large number of comparatively small individual balances.

ii) Fair value

The carrying amounts of short-term financial assets and liabilities are a reasonable estimate of their fair values because of the short maturity of those instruments. Short-term financial assets are comprised of cash, short-term investments and accounts receivable. Short-term financial liabilities are comprised of accounts payable and accrued liabilities and current portion of capital leases.

The fair value of the long-term debt could not practicably be determined because the debt instrument is not readily marketable due to the nature of the debt agreement with the Province of Manitoba.

3. CASH AND SHORT TERM INVESTMENTS

	2003	2002
Bank Indebtedness	$ (676)	$ (4,536)
Cash	37	31
Short term investments	7,967	9,211
	$ 7,328	$ 4,706

The College has a $5,000 operating line of credit with the Province of Manitoba, bearing interest at prime.

Short term investment activity is transacted with the Department of Finance, Province of Manitoba in short term deposits.

4. PREPAID EXPENSES

	2003	2002
Property taxes	$ 1,003	$ 978
Other	520	573
	$ 1,523	$ 1,551

5. CAPITAL ASSETS

	2003			2002
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Equipment & furniture	$ 16,293	$ 6,940	$ 9,353	$ 5,546
Computer equipment	14,768	13,013	1,755	1,972
Major renovations	4,214	812	3,402	3,558
Buildings	13,278	-	13,278	-
Vehicles	85	23	62	38
Aircraft	1,326	61	1,265	1,216
Leasehold improvements	3,984	585	3,399	3,704
Assets under capital lease	5,809	2,391	3,418	1,136
Library holdings	1,223	-	1,223	1,223
	$ 60,980	$ 23,825	$ 37,155	$ 18,393

The assets under capital leases are amortized on a straight-line basis over the useful life of the asset. The amount of amortization charged to expense is $1,464 (2002 - $571).

The increase in net book value of capital assets is due to the following:

	2003	2002
Balance, beginning of year	$ 18,393	$ 11,782
Purchase of capital assets funded by deferred capital contributions	5,874	8,426
Purchase of capital assets funded by deferred building campaign contributions	155	485
Purchase of capital assets internally funded	2,879	966
Purchase of capital assets financed through net capital lease proceeds	2,093	(101)
Purchase of capital assets financed through promissory note	12,458	-
Loss on disposal of capital assets	-	(3)
Amortization of capital assets	(4,697)	(3,162)
	$ 37,155	$ 18,393

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2003	2002
Trade payables	$ 3,352	$ 1,859
Accrued salaries and benefits	1,117	854
Accrued retirement severance pay	5,966	5,707
Accrued vacation pay	6,769	6,313
	$ 17,204	$ 14,733

7. OBLIGATIONS UNDER CAPITAL LEASES

The following is a schedule of future minimum lease payments under the capital leases expiring between July 2003 and September 2006 together with the balance of the obligation under capital leases.

2004	$	1,487
2005		1,185
2006		408
2007		271
Total minimum lease payments		3,351
Less: amount representing interest (ranging from 5% to 10%)		(183)
Balance of obligations		3,168
Current portion		1,374
Long-term portion	$	1,794

Interest expense on the lease obligations amounted to $136 (2002 - $70).

8. LONG-TERM DEBT

Long-term debt consists of a promissory note for $12,750 payable to the Province of Manitoba. The note was used for the purchase of Phase 1 of the Princess Street Campus. Monthly payments are $27 plus interest starting August 2002 with the final payment to be made July 31, 2042. The interest rate is 6.6% and the interest expense for 2003 was $741.

		2003		2002
Promissory note due to Province of Manitoba	**$**	**12,458**	$	-
Less amounts due within one year, included in current liabilities		**(319)**		-
	$	**12,139**	$	-

The principal repayments over the next five years are as follows:

2004	$ 319
2005	319
2006	319
2007	319
2008	319

9. DEFERRED CONTRIBUTIONS

Deferred contributions represent the portion of the provincial operating grant that pertains to expenditures of the following year and donations for various scholarships, bursaries and other specific purposes to be paid out in future years.

	2003	2002
Deferred provincial operating grant		
Balance, beginning of year	$ 922	$ 176
Amount recognized as revenue during the year	(922)	(176)
Amount received related to following year	667	922
Balance, end of year	667	922
Deferred other contributions		
Balance, beginning of year	1,222	1,091
Amount recognized as revenue during the year	(399)	(425)
Amount received related to following year	604	556
Balance, end of year	1,427	1,222
	$ 2,094	$ 2,144

10. DEFERRED CAPITAL CAMPAIGN CONTRIBUTIONS

Deferred capital campaign contributions represent donations received for capital fundraising campaigns. The donations are being amortized on the same basis as the capital assets to which they relate. The changes in the deferred capital campaign contributions balance are as follows:

	2003	2002
Balance, beginning of year	$ 3,028	$ 2,732
Less: Amortization of deferred capital campaign contributions during the year	(196)	(189)
Add: Donations received during the year	155	485
Balance, end of year	$ 2,987	$ 3,028

11. DEFERRED CAPITAL CONTRIBUTIONS

Deferred capital contributions represent the unamortized amount of grants, donations and other revenue received for the purchase of capital assets. The amortization of capital contributions is recorded as revenue in the statement of operations. The changes in the deferred capital contributions balance are as follows:

	2003	2002
Balance, beginning of year	$ 10,937	$ 4,040
Less: Amortization of deferred contributions	(2,360)	(1,529)
Add: Contributions received for capital purposes	5,558	7,876
Add: Donations-in-kind	316	550
Balance, end of year	$ 14,451	$ 10,937

12. INVESTMENT IN CAPITAL ASSETS

The investment in capital assets consists of the following:

	2003	2002
Capital assets	$ 37,155	$ 18,393
Less: Amounts financed by deferred capital campaign contributions	(2,987)	(3,028)
Less: Deferred capital contributions	(14,451)	(10,937)
Less: Amounts financed by promissory note	(12,458)	-
Less: Amounts financed by capital lease	(3,168)	(1,075)
Balance, end of year	$ 4,091	$ 3,353

The change in investment in capital assets is calculated as follows:

	2003	2002
Purchase of capital assets internally financed	$ 2,879	$ 966
Amortization of capital assets	(4,697)	(3,162)
Amortization of deferred capital contributions	2,360	1,529
Amortization of deferred capital campaign contributions	196	189
Loss on disposals of capital assets	-	(3)
Increase (decrease) in investment in capital assets	$ 738	$ (481)

13. RESTRICTIONS ON NET ASSETS

Net assets restricted for endowment purposes are subject to externally imposed restrictions stipulating that the resources be maintained permanently. Investment income on these resources is externally restricted to provide various scholarships, bursaries and other expenditures of future years.

Internally restricted net assets consist of the following:

	2003	2002
Reserve against future contingencies	$ 433	$ 315
Contract training net proceeds	154	-
	$ 587	$ 315

The College's Board of Governors has internally restricted $433 as a reserve against future contingencies.

Under a College internal best practice guideline, net proceeds earned from designated contract training activities are eligible for expenditure under certain conditions, in the year following contract completion.

14. NET CHANGE IN NON-CASH WORKING CAPITAL ITEMS

	2003	2002
Decrease (increase) in accounts receivable	$ 679	$ (1,382)
(Increase) decrease in inventories	(124)	351
Decrease (increase) in prepaid expenses	28	(94)
Increase in accounts payable	2,471	1,090
Increase in deferred revenue	406	219
Increase in non-cash working capital	$ 3,460	$ 184

15. PENSION COSTS AND OBLIGATIONS

The College, together with other related and unrelated parties, is part of a defined benefit pension plan (Civil Service Superannuation Plan) that satisfies the definition of a multi-employer plan. The costs of the benefit plan are not allocated to the individual entities within the group. As a result, individual entities within the group are not able to identify their share of the underlying assets and liabilities. Therefore, the plan is accounted for as a defined contribution plan in accordance with the requirements of the Canadian Institute of Chartered Accountants' Handbook section 3461.

The College's total plan expense related to the pension plan was $33 (2002 - $ 0). These contributions represent the total pension obligations of the College. The College is not required under present legislation to make contributions with respect to any actuarial deficiencies of the plan.

16. COMMITMENTS

The College leases classroom and office space in Winnipeg, Portage La Prairie, Steinbach and Winkler, Manitoba. The College has also contracted for services, as well as leased certain computer and other equipment. Minimum annual lease and contractual commitment payments for accommodation, services, construction costs and equipment, in aggregate, for each of the next five years, are as follows:

2004	$ 2,465
2005	2,309
2006	1,755
2007	1,319
2008	816

17. BUDGET

The budget figures included on the statement of operations are unaudited.

The College's budget differs from Canadian generally accepted accounting principles with regard to capital transactions. Capital revenues are projected in the year in which they are expected to be received as are the capital assets that are expected to be purchased with those revenues. Capital amortization is recorded for the College's strategic business units. All leases are treated as operating leases and lease payments are budgeted in the year they will be incurred.

The budget presented represents the College's operating and capital budget and does not include trust and endowment transactions. The operating budget only includes a provision for retirement severance pay that is expected to be paid during the current year.

18. CHARITABLE STATUS

The College is a registered charity under the Income Tax Act.

19. COMPARATIVE FIGURES

Certain of the comparative figures have been reclassified to conform to the financial statement presentation adopted for 2003.

20. SUBSEQUENT EVENTS

a. Princess Street Campus

Subsequent to year-end, the College paid $22,495 for Phase 2 construction and infrastructure costs of the Princess Street Campus. A promissory note to the Province of Manitoba was issued in the amount of $21,500. The note carries interest at 6.3% per annum and is repayable under the terms of $121 per month in blended principal and interest from August 2003 to July 2008 and $49 per month in principal plus interest on the outstanding principal from August 2008 to July 2042.

RED RIVER COLLEGE

ANNUAL FINANCIAL REPORT

SUPPLEMENTARY SCHEDULES

FOR THE YEAR ENDED JUNE 30, 2003

UNAUDITED

Red River College
Schedule of Operations

(in thousands)
for the year ended June 30, 2003

UNAUDITED

	General Operating	Contract Training	Continuing Education	International Education	Ancillary Services	2003 Total	2002 Total
REVENUES							
Academic training fees							
Day program tuition fees	$9,435					$9,435	$8,830
Apprenticeship and direct purchase	5,277					5,277	4,844
Other	20					20	46
Training and miscellaneous contracts	2,576	459	1,194	353		4,582	3,343
Total academic training fees	17,308	459	1,194	353		19,314	17,063
Provincial grants and reimbursements							
Operating grants	50,875		904			51,779	46,991
ACCESS	679					679	653
	51,554		904			52,458	47,644
International Education Tuition				955		955	783
Continuing Education Tuition			6,229			6,229	5,753
Sundry and other revenue							
Interest	237					237	139
Ancillary Enterprises					6,415	6,415	5,740
Other	2,133		135		254	2,522	2,655
	2,370		135		6,669	9,174	8,534
(Loss) gain on disposal of assets							(3)
Amortization of deferred contributions							
Capital Contributions	2,554					2,554	1,719
Other (Bursary & Scholarship activities)	399					399	425
	2,953					2,953	2,144
Total revenue	74,185	459	8,462	1,308	6,669	91,083	81,918
EXPENDITURES							
Salaries	44,422	388	5,023	648	1,144	51,625	48,400
Employee benefits	3,404	36	507	69	125	4,141	3,705
Payroll levy	1,096					1,096	1,033
Property taxes	2,113					2,113	2,134
Accomodation cost recovery	3,923		36			3,959	3,652
Travel	360	8	15	106	1	490	514
Supplies and expenses							
Administrative	922	31	181	133	74	1,341	940
Advertising/Promotion	446	2	346	27	2	823	731
Assets under $750.	1,415	1	138	5	22	1,581	1,198
Cost of goods sold - Ancillary	(1,011)		10		3,830	2,829	2,654
External services	3,383	(16)	331	50	254	4,002	2,958
Facilities	2,683		383	9	69	3,144	2,533
Interest	118		3		(6)	115	38
Interest on Long Term Debt	741					741	
Materials and supplies	1,726	(10)	288	30	140	2,174	1,875
Office expense	572	1	66	3	6	648	626
Rental	2,368		15	6	10	2,399	1,993
Repairs and maintenance	511		16		72	599	615

Staff development	271	2	9	4	1	287	292
Telephone	761	2	86	2	13	864	468
Vehicles/plant equipment	243	1	55	1	14	314	280
Photocopier/printed material charges	870	6	188	11	10	1,085	966
Bursary & scholarship expenditures	317					317	386
Total Expenditures before amortization	71,655	452	7,696	1,104	5,781	86,687	77,991
Amortization on capital assets	4,436		82	1	178	4,697	3,162
Total expenditures	76,091	452	7,778	1,105	5,959	91,384	81,153
OTHER ITEMS							
Net (increase) decrease in accrued vacation and severance	(650)	(5)	(74)	(9)	(17)	(755)	(948)
EXCESS OF EXPENSES OVER REVENUE	**$ (2,556)**	**$ 2**	**$ 610**	**$ 194**	**$ 693**	**$ (1,056)**	**$ (183)**

Red River College **UNAUDITED**

Ancillary Services

Schedule of Revenue and Expenditures

(in thousands)

for the year ended June 30, 2003

	Bookstore	Parking	Food Services	Total Ancillary Services 2003	Total Ancillary Services 2002
REVENUES	$3,982	$844	$1,842	$6,669	$5,749
EXPENDITURES					
Salaries	372	70	702	1,144	999
Employee benefits	39	8	78	125	109
Travel	0		0	1	1
Supplies and expenses					
Administrative	45	2	27	74	69
Advertising/Promotion	1		1	2	7
Assets under $750.		2	20	22	18
Cost of goods sold - Ancillary	3,018		812	3,830	3,350
External services	1	205	48	254	168
Facilities	13	41	15	69	78
Interest			(6)	(6)	
Materials and supplies	6	2	132	140	115
Office expense	2		4	6	6
Rental		1	9	10	10
Repairs and maintenance	5	1	66	72	59
Staff development			1	1	
Telephone	4		9	13	11
Vehicles/plant equipment		14		14	23
Photocopier/printed material charges	6	1	3	10	10
Total Expenditures before amortization	3,513	347	1,921	5,781	5,032
Amortization on capital assets	17	91	70	178	166
Total expenditures	$3,530	$438	$1,991	$5,959	$5,198
OTHER ITEMS					
Net (increase) decrease in accrued vacation and severance	(5)	(1)	(10)	(17)	(20)
EXCESS OF EXPENSES OVER REVENUE	**$ 448**	**$ 405**	**$ (159)**	**$ 693**	**$ 531**

Red River College **UNAUDITED**

Continuing Education
(including Winnipeg, Regional Centres, and Distance Ed)
Schedule of Revenues and Expenditures

(in thousands)
for the year ended June 30, 2003

	Continuing Education Winnipeg	Regional Centres	Distance Education	Total Continuing Education 2003	Total Continuing Education 2002
REVENUES					
Provincial operating grant		$254	$650	$904	$605
Continuing Education Tuition	4,280	1,099	850	6,229	5,753
Training and miscellaneous contracts	383	810	1	1,194	662
Sundry and other revenue	77	56	2	135	295
Total revenue	4,740	2,219	1,503	8,462	7,315
EXPENDITURES					
Salaries	2,810	1,439	774	5,023	4,462
Employee benefits	281	145	81	507	452
Accomodation cost recovery		36		36	
Travel	4	7	4	15	20
Supplies and expenses					
Administrative	134	23	24	181	142
Advertising/Promotion	175	86	85	346	300
Assets under $750.	23	18	97	138	81
Cost of goods sold - Ancillary		10		10	137
External services	26	241	64	331	339
Facilities	12	235	136	383	213
Interest		1	2	3	1
Materials and supplies	111	61	116	288	265
Office expense	22	30	14	66	53
Rental	3	10	2	15	12
Repairs and maintenance	1	12	3	16	1
Staff development	2	5	2	9	14
Telephone	7	32	47	86	80
Vehicles/plant equipment	1	54		55	43
Photocopier/printed material charges	113	32	43	188	172
Total Expenditures before amortization	3,725	2,477	1,494	7,696	6,787
Amortization on capital assets	47	20	15	82	66
Total expenditures	3,772	2,497	1,509	7,778	6,853
OTHER ITEMS					
Net (increase) decrease in accrued vacation and severance	(41)	(21)	(12)	(74)	(87)
EXCESS OF EXPENSES OVER REVENUE	**$ 927**	**$ (299)**	**$ (18)**	**$ 610**	**$ 375**

Red River College **UNAUDITED**

Trust & Endowment Fund

Statement of Changes in Account Balance

(in thousands)

for the year ended June 30, 2003

Description	Balance as at 30-Jun-02	Receipts	Disbursements	Transfers in fund balance	Balance as at 30-Jun-03
GENERAL ACCOUNTS - NON-INTEREST BEARING					
3M Canada Inc	$13	$1	$0	$0	$14
General Use Account	39	37	(63)	0	13
Western Assoc Broadcast Engineers	2	0	0	0	2
Wpg Foundation: Hannah Boon Fund	26	0	(1)	0	25
Wpg Fndtion: Press/Radio Scholarship	20	0	(14)	0	6
Wpg Fndation: Sybil Inkster Scholarship	10	0	(1)	0	9
Specific Donation Fund	3	0	0	0	3
Training for Tomorrow	0	40	(40)	0	0
Anna B & John W Gatschuff Scholarship	1	0	(1)	0	0
Helene Fuld Health Trust	4	0	0	0	4
Naturas Gas Inc. Award	1	0	0	0	1
Canadian Info Processing Society Award	0	1	(1)	0	0
Wpg Foundation Sophie Katarynych Scholarship	0	1	(1)	0	0
PMI (Project Management Institute) Award	0	0	(1)	1	0
Ann Duncan Memorial Scholarship	1	0	0	(1)	0
Manitoba Teachers' Society Bursary	8	7	(5)	0	10
MB Green Procurement Network Inc Scholarship	1	0	(1)	0	0
Lewis Instruments Scholarship	0	1	(1)	0	0
Azon Scholarship	0	3	(3)	0	0
Brian Lupe & Assoc. Award	1	0	0	0	1
University Women's Club Millennium Scholarship	0	1	(1)	0	0
Student Transportation Bursary	0	2	(1)	0	1
Nurses Alumni of WGH/HSC Jane A. Malcolm Award	0	2	(2)	0	0
Association for Community Living	0	2	0	0	2
Total General Accounts	**130**	**98**	**(137)**	**0**	**91**
LOAN ACCOUNTS - INTEREST BEARING					
Emergency Assistance Fund	0	8	(8)	0	0
Access Emergency Loan Fund	4	5	(9)	0	0
Total Loan Accounts	**4**	**13**	**(17)**	**0**	**0**
OTHER ACCOUNTS					
Bob Drinnan Memorial fund	4	0	0	0	4
Class of '81 Medical Rad	2	0	0	0	2
Colin Maxwell Memorial fund	4	0	0	0	4
Doug Newton Memorial Scholarship Fund	1	0	0	0	1
Dynamic Machine Corporation Ltd	3	0	0	0	3
Evelyn Bagot Memorial Scholarship fund	1	0	0	0	1
Gervin Dobin Memorial Fund	5	0	0	0	5
James S. Purvis Memorial Fund	13	0	(1)	0	12
John Elsbury Memorial Fund	8	0	0	0	8
Murray Gene Lloy Estate	16	0	(1)	0	15
Peter Nykoluk Memoiral Scholarship Fund	34	1	(1)	0	34
Student Design Group for Excellence	1	0	0	0	1

Red River College **UNAUDITED**

Trust & Endowment Fund

Statement of Changes in Account Balance

(in thousands)

for the year ended June 30, 2003

Description	Balance as at 30-Jun-02	Receipts	Disbursements	Transfers in fund balance	Balance as at 30-Jun-03
The Joyce Dixon Scholarship Fund	1	0	0	0	1
Mitchell Technical Fund	54	132	(5)	0	181
Wilfred Dychuk Scholarship	2	0	0	0	2
John Harding Memorial Fund	6	0	0	0	6
H. Wilson Memorial Scholarship	2	0	0	0	2
Transport Advis Committee Legacy of Learn Award	36	1	(3)	(15)	19
Pre-Employment Carpentry Scholarship	6	3	0	0	9
Heavy Duty Mech & Tech Award	1	0	0	0	1
Aboriginal Ed Institutional DiversityAdv Com Schol	1	0	0	0	1
Boeing Scholarship Fund	3	2	(2)	0	3
CTTAM Scholarship Fund	4	4	(2)	0	6
Environmt Youth Intrnshp Adv Com Schl	1	0	0	0	1
Eric Wells Memorial Scholarship	0	3	(2)	0	1
International Ed Scholarship	1	0	0	0	1
Wardrop Engineering Scholarship	0	1	(1)	0	0
Assoc MB Land Surveyors Scholarship	1	2	(2)	0	1
Sharon Towarnicki Memorial Scholarship	7	0	(1)	0	6
Valerie Fostey Memorial Scholarship	10	0	(1)	0	9
ASHRAE Bursary	1	0	0	0	1
Gladys Bell Scholarship	3	0	0	0	3
Cement Assoc of Canada Scholarship	1	1	0	0	2
Carol Sidorchuk Memorial Award	2	0	0	0	2
Mb Ready-Mix Concrete Assoc Scholarship	1	1	(1)	0	1
International Business Bursary	1	0	0	0	1
RRC 60th Birthday Scholarship	1	0	0	0	1
Griffin Canada Inc Scholarship	4	2	(3)	0	3
Norman Bercuson Memorial Bursary	1	1	(1)	0	1
Mb Hydro Schol (Tech) Electrical Eng	0	1	(1)	0	0
Neelin Wilson Construction Scholarship	2	5	(2)	0	5
RGI Scholarship	0	1	(1)	0	0
Pritchard Engineering Scholarship	1	1	(1)	0	1
UMA Scholarship	1	2	(2)	0	1
Inco Scholarship	2	2	(2)	0	2
Stantec Consulting Ltd Scholaship (formerly Stanley Cc	0	1	(1)	0	0
F. Ross Browne CSC Scholarship (formerly Cons Spec	1	1	(1)	0	1
Bird Construction Scholarship	2	3	(3)	0	2
P E Electrical Scholarship	2	2	0	0	4
ASM International Scholarship	1	1	(1)	0	1
Bristol Aerospace Scholarship	1	1	(1)	0	1
ROI Swancoat Scholarship	1	0	0	0	1
Jean Burrows Award	3	1	(1)	0	3
Pre Employment Plumbing Scholarship	4	0	0	0	4
RRC Apprentice CarpentryAward	10	6	(3)	0	13
Trimester Abroad Intl Bus Award	7	0	0	0	7
Mb Hotel Assoc Bursaries	0	7	(7)	0	0
Mb Golf Superintendents Assoc Schlr	1	0	0	(1)	0
RRC Millennium Schol Endow Fund	289	41	0	0	330
Manitoba Turkey Producers Award	0	0	0	0	0
Winnipeg Skal Club Award	1	1	(1)	0	1

Red River College **UNAUDITED**

Trust & Endowment Fund

Statement of Changes in Account Balance

(in thousands)

for the year ended June 30, 2003

Description	Balance as at 30-Jun-02	Receipts	Disbursements	Transfers in fund balance	Balance as at 30-Jun-03
Cdn Fed of Chefs & Cooks Award	0	0	0	0	0
Manitoba Pork Council Award	0	1	(1)	0	0
Toyota Canada Inc Scholarship	1	2	(2)	0	1
Garland Award	1	0	0	0	1
Jack Meyer Memorial Schlshp	6	2	0	0	8
Royal Bank Advanc Tech Schlrshp	18	0	(2)	0	16
Merck Frosst Award	3	0	0	0	3
Society of Management Accounts Scholarship	1	2	(2)	0	1
Frances Evers Award	3	0	0	0	3
Kay Thorfinnson Bursary Fund	6	0	(1)	0	5
CGA Manitoba Award	1	2	(3)	0	0
C K Machine Tool Award	1	0	0	0	1
Institute Power Engineers (Wpg Branch)	0	1	0	0	1
Broadcasters Assoc of Mb Award	2	0	0	0	2
Assiniboia Chamber of Commerce	0	2	(1)	0	1
Hudson Bay Award	5	0	0	0	5
Women's Enterprise Centre Award	13	0	(1)	0	12
Fausto Yadao Scholarship Fund	3	0	0	0	3
Mb Hydro Employment Equity Bursary	4	19	(19)	0	4
Petro Canada Employee's Dependents Schol	4	0	0	0	4
IMC Global Scholarship	12	0	0	0	12
Nestle Canada Inc Award	0	1	(1)	0	0
Gudmundur Myrdal Bursary	1	0	0	0	1
Pan Canadian Petroleum	1	0	0	0	1
Darlene Koch Memorial Bursary	1				1
Frank M Fowler Memorial Schlrshp	5	5	(2)	0	8
Entrance Scholarship	1	0	0	0	1
Can Hospitality Foundation Award	3	6	(6)	0	3
Co-operative Education Mb	12	0	0	0	12
Guertin Greenspace Award	3	5	0	0	8
KORTEXcellence in Information System Technology Sc	1	0	0	0	1
Partners in Education Scholarship	0	2	(1)	0	1
RRC Diversity Essay Contest Scholarship	0	1	(1)	0	0
McCain Food (Canada) Award	0	1	(1)	0	0
Gerdau MRM Steel Inc Schl Child Employee	5	0	0	0	5
RRC Apprentice Cabinetmaking Scholarship	12	3	(1)	0	14
Manitoba Restaurant Association Award	0	1	(1)	0	0
Asia Pacific Foundation Award Int'l Business	1	0	0	0	1
Hill's Pet Nutrition Award	4	1	0	0	5
CFSEA Local Student Bursary- RRC Chapter	1	0	0	0	1
UFCW Annual Scholarship Award	1	31	(14)	0	18
Dairyworld Foods Award Fund	1	0	0	0	1
The North West Company Scholarship	28	21	(1)	0	48
Gary Gzebb Memorial Scholarship	0	4	(3)	0	1
KORTEXcellence in Computer Engineering Technology	1	0	0	0	1
Winnipeg Free Press Scholarship	4	2	0	0	6
Assiniboine Credit Union Scholarship	15	10	0	0	25
Pam DePaulo Award	3	0	(1)	0	2
Isabella Dryden Award for Teaching Excellence	4	2	0	0	6

Red River College **UNAUDITED**

Trust & Endowment Fund

Statement of Changes in Account Balance

(in thousands)

for the year ended June 30, 2003

Description	Balance as at 30-Jun-02	Receipts	Disbursements	Transfers in fund balance	Balance as at 30-Jun-03
Dave Edward & Tom Jerrard Award (Air Canada Pilots	1	0	(1)	0	0
Hospitality Endowment Fund	20	11	0	0	31
Winnipeg Flying Club Scholarship	2	0	(2)	0	0
Betty Andrich Memorial Award	10	0	0	0	10
Library and Info Program Endowment	3	5	0	0	8
Heritage Group Scholarship Fund	6	6	0	0	12
Aboriginal/First Nation Student Assistance Fund	1	4	(2)	0	3
Award Shortfall Account	0	6	0	(2)	4
Snap on Tools Award	0	8	0	0	8
Total Other Accounts	**807**	**398**	**(125)**	**(18)**	**1,062**
FUNDRAISING & OTHER RESERVES					
Food Services Competition Fund	8	0	0	0	8
Total Other Reserves	**8**	**0**	**0**	**0**	**8**
FUND RAISING					
Animal Health	3	1	0	0	4
MRI Fund Raising	1	1	(2)	0	0
Library Fund Raising	1	0	0	0	1
AEID General Fundraising Account	1	0	0	0	1
Total Fund Raising	**6**	**2**	**(2)**	**0**	**6**
Student Endowment Program					
Program Support and Special Projects Funds:					
Admin Assist	3	0	0	0	3
Advertising Art	4	0	0	0	4
Bus Accountancy	3	0	0	0	3
Bus Accountancy Integr	1	0	0	0	1
Bus Admin	32	2	0	0	34
Bus Admin Integr	6	0	0	0	6
Bus Admin Coop 1	0	1	0	0	1
Bus Admin Coop 2	1	0	0	0	1
Commerce & Ind Sales	2	1	0	0	3
Commercial Baking	0	0	0	0	0
Commercial Cooking	3	0	0	0	3
Computer Analyst Prog	10	1	0	0	11
Creative Communications	6	0	0	0	6
Health Record Tech	1	0	0	0	1
Hotel & Restaurant	7	0	0	0	7
Medical Radiological Diag Tech	1	0	0	0	1
Tourism	1	1	0	0	2
Motor Vehicle Mechanics	1	0	0	0	1
Colision Repair & Refinish	0	0	0	0	0
Health Information Tech	0	0	0	0	0

Red River College **UNAUDITED**

Trust & Endowment Fund

Statement of Changes in Account Balance

(in thousands)

for the year ended June 30, 2003

Description	Balance as at 30-Jun-02	Receipts	Disbursements	Transfers in fund balance	Balance as at 30-Jun-03
Computer Accounting Tech	1	0	0	0	1
Early Childhood Education	3	1	0	0	4
Nursing	1	1	0	0	2
Heavy Duty Equipment	2	0	0	0	2
Dental Assisting	1	0	0	0	1
Architec CAD Tech	1	1	0	0	2
Total Program Support/Spec Project Funds	**91**	**9**	**0**	**0**	**100**
ENDOWMENT PORTION OF ACCOUNTS					
Student Endowment Portion of Accounts					
Admin Assist	4	0	0	(1)	3
Advertising Art	8	5	0	(1)	12
Bus Accountancy	2	0	0	0	2
Bus Accountancy Integr	0	0	0	0	0
Bus Admin	65	35	0	(11)	89
Bus Admin Integr	11	5	0	(2)	14
Bus Admin Coop 1	1	0	0	0	1
Bus Admin Coop 2	1	0	0	0	1
Commerce & Ind Sales	6	3	0	(1)	8
Commercial Baking	1	0	0	0	1
Commercial Cooking	10	6	0	(2)	14
Computer Analyst Prog	23	11	0	(4)	30
Creative Communications	12	6	0	(2)	16
Hotel & Restaurant	9	3	0	(2)	10
Medical Radiological Diag Tech	9	2	0	0	11
Small Engine Repair	4	1	0	(2)	3
Tourism	4	2	0	(1)	5
Motor Vehicle Mechanics	11	2	0	(10)	3
Colision Repair & Refinish	7	2	0	(3)	6
Health Information Tech	2	1	0	0	3
Computer Accounting Tech	7	4	0	(1)	10
Early Childhood Education	30	8	0	0	38
Nursing	8	20	0	0	28
Heavy Duty Equipment	17	2	0	(10)	9
MRI	4	1	0	0	5
Dental Assisting	9	2	0	0	11
Architec CAD Tech	11	0	0	0	11
Total Student Endowment Program Endowed Fund	**276**	**121**	**0**	**(53)**	**344**
Student Endowment Bursary and Scholarship - Non-Restricted					
Business and Applied Arts	16	19	0	0	35
Student Helping Students Nursing Endowment Av	2	2	(4)	2	2
Total non-restricted	**18**	**21**	**(4)**	**2**	**37**
Student Endowment Bursary and Scholarship - Restricted					
Business and Applied Arts	951	8	0	28	987
Student Helping Students Nursing Endowment Av	111	7	0	0	118
Total Restricted	**1,062**	**15**	**0**	**28**	**1,105**

Red River College **UNAUDITED**

Trust & Endowment Fund

Statement of Changes in Account Balance

(in thousands)

for the year ended June 30, 2003

Description	Balance as at 30-Jun-02	Receipts	Disbursements	Transfers in fund balance	Balance as at 30-Jun-03
Other Endowment Accounts (spendable portion)					
Deanna Marie Thomas Scholarship Fund	1	0	0	0	1
Irene Stratford Memorial Scholarship	2	0	(1)	0	1
Jessica Miner Scholarship Fund	3	0	0	0	3
Tom O'Brien Memorial Scholarship Fund	1	0	0	0	1
Wood Products Manufacturing Award	5	1	(2)	0	4
The Foundation of Registered Nurses of Manitoba Endc	1	3	(4)	1	1
Margolis Scholarship	30	1	(1)	(30)	0
Besarabowicz Bursary Endow for Teachers	0	3	(2)	0	1
Westland Foundation Schlrshp Fund	40	11	0	0	51
Business Admin Endowmt Fund Bursary	6	1	(1)	0	6
Ted M. Konyk Bursary	2	1	0	0	3
Dennis Pankiw Memorial Fund	2	2	(1)	0	3
IBEW 2034 CFL Mb Council Commerative Scholarship	1				1
Barbara's Bursary (B. Nagler Memorial)	1	1	(1)	0	1
Perry Allan Scholarship	0	1	(1)	0	0
"Our Children, Our Ways" ECE Bursary	5	1	(1)	0	5
RRC Students' Association Endowment Fund	8	6	(3)	0	11
IKON Scholarship Endowment	1	2	0	0	3
Crocus Scholarship Endowment	0	1	0	0	1
RRC Civil/CAD Technology Award Endowment	32	2	(4)	(28)	2
Greenspace Management Faculty Awards Endowment	6	0	(1)	(5)	0
William J. Atkinson Awards Fund	2	2	(2)	0	2
Dr. Raymond Green Memorial Scholarship	0	2	(1)	0	1
NIC Info-Tech Centre Award	3	0	0	(3)	0
Nursing Legacy Award	5	0	0	(5)	0
Ross A. Johnston Award	0	1	0	0	1
Jim Mandryk Civil/CAD Leadership Award	0	1	0	0	1
H.C. McGregor Memorial Endowment Fund	0	10	(3)	0	7
Gus Baltessen and Evelyn (Simoens) Baltessen Memoi	0	1	0	0	1
TransCanada Scholarship and Bursary Endowment	0	3	0	0	3
Great West Life Scholarship & Bursary Fund	0	2	0	0	2
Paul Charette Award	0	1	0	0	1
Dean's Achievement Awards - Transportation	0	1	(3)	5	3
Total Other Endowment Accounts - spendable	**157**	**61**	**(32)**	**(65)**	**121**
Other Endowment Accounts (restricted)					
Deanna Marie Thomas Scholarship Fund	13	1	0	0	14
Edward S. Smendziuk Memorial Fund	2	0	0	0	2
Irene Stratford Memorial Scholarship	10	0	0	0	10
Jessica Miner Scholarship Fund	2	0	0	0	2
Tom O'Brien Memorial Scholarship Fund	4	0	0	0	4
English Speaking Union Award	3	2	0	0	5
Wood Products Manufacturing Award	13	3	0	0	16
The Foundation of Registered Nurses of Manitoba Endc	123	0	0	(1)	122
Margolis Scholarship	0	0	0	29	29
Besarabowicz Bursary Endow for Teachers	100	0	0	0	100
Westland Foundation Schlrshp Fund	353	10	0	0	363

Red River College **UNAUDITED**

Trust & Endowment Fund

Statement of Changes in Account Balance

(in thousands)

for the year ended June 30, 2003

Description	Balance as at 30-Jun-02	Receipts	Disbursements	Transfers in fund balance	Balance as at 30-Jun-03
Business Admin Endowmt Fund Bursary	48	0	0	0	48
Ted M. Konyk Bursary	21	30	0	0	51
Dennis Pankiw Memorial Fund	36	0	0	0	36
IBEW 2034 CFL Mb Council Commerative Scholarship	10	0	0	0	10
Barbara's Bursary (B. Nagler Memorial)	21	0	0	0	21
Perry Allan Scholarship	25	6	0	0	31
"Our Children, Our Ways" ECE Bursary	30	2	0	0	32
RRC Students' Association Endowment Fund	218	0	0	0	218
IKON Scholarship Endowment	70	7	0	0	77
Crocus Scholarship Endowment	20	17	0	0	37
RRC Civil/CAD Technology Award Endowment	0	22	0	29	51
Southport Aerospace Centre Endowment	3	0	0	0	3
Continuing Education Endowment fund	2	0	0	0	2
Westcan Printing Group Endowment fund Bur/Scho.	3	0	0	0	3
RRC Child & Youth Care Program Endowment Fund	4	2	0	0	6
Greenspace Management Faculty Awards Endowment	0	4	0	6	10
William J. Atkinson Awards Fund	80	0	0	0	80
Dr. Raymond Green Memorial Scholarship	24	16	0	0	40
Ken Rist Memorial Fund	10	0	0	0	10
NIC Info-Tech Centre Award	0	0	0	3	3
Nursing Legacy Award	0	8	0	5	13
Manufacturing Technician Education	10	1	0	0	11
Ross A. Johnston Award	25	15	0	0	40
Jim Mandryk Civil/CAD Leadership Award	21	0	0	0	21
St. James Collegiate 50th Anniversary Reunion Legacy	16	0	0	0	16
H.C. McGregor Memorial Endowment Fund	270	195	0	0	465
MSSA Jack Matheson Award	0	12	0	0	12
Powerland Computers Ltd Award	0	15	0	0	15
Gus Baltessen and Evelyn (Simoens) Baltessen Memoi	0	22	0	0	22
TransCanada Scholarship and Bursary Endowment	0	200	0	0	200
Great West Life Scholarship & Bursary Fund	0	200	0	0	200
Minerva Occupational Health & Safety Award	0	15	0	0	15
Paul Charette Award	0	65	0	0	65
Dean's Achievement Awards - Transportation	0	0	0	35	35
Total Other Endowment Accounts - Endowed Funds	**1,590**	**870**	**0**	**106**	**2,566**
Total Endowed Portion of Accounts	**2,928**	**1,006**	**0**	**81**	**4,015**
Total Trust and Endowment Fund	**4,150**	**1,609**	**(317)**	**0**	**5,441**
Deferred/Amortization of Contributions	(1,222)	(204)	0	0	(1,426)
Net Trust and Endowment Fund	**$ 2,928**	**$ 1,405**	**$ (317)**	**$ -**	**$ 4,015**